

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

June 10, 2015

Spenst Hansen Northstar Clay Mines, Inc. 35 Mammoth Street P.O. Box 190 Eureka, Utah 84628

Subject: Permit Fees and Annual Reports, Northstar Clay Mines Inc., Blackjack Mine, S/023/0106,

Juab County, Utah

Dear Mr. Hansen:

This letter is to inform Northstar Clay Mines, Inc., that it has not yet paid its annual permit fees to operate a mine in Utah. The total amount due is \$300 which includes the fees for 2014 and 2015. Until the fee is paid, approval from the Division of Oil, Gas and Mining to conduct mining operations is suspended, and failure to pay the permit fee can result in withdrawal of the Notice of Intention to Commence Small Mining Operations. Please submit the permit fees by June 30, 2015. You may be subject to a cessation order and associated fines if the mine is operating under a suspended permit.

In addition, the annual report for 2014 was not filed. Enclosed is a copy of the annual report form, and it can be obtained from the Division's web site at http://linux1.ogm.utah.gov/WebStuff/wwwroot/minerals/permit_forms.html.

Please contact Wayne Western at 801-538-5263 if you have questions concerning these requirements.

Sincerely,

Paul B. Baker

Mining Program Manager

PBB: whw: eb
Enclosure: Inspection Report
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